# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



## FISCAL NOTE

HB 959 - SB 973

March 1, 2023

**SUMMARY OF BILL:** Requires a local education agency (LEA) to allow non-resident students who apply pursuant to the procedures established to enroll in a school within the LEA if space is available. Authorizes an LEA to deny a non-resident student permission to enroll in a particular program or school within the LEA only if there is a lack of space or teaching staff within a particular program or school requested; the pupil does not meet the established eligibility criteria for participation in a particular program; or a desegregation plan is in effect for the school district. Establishes procedures for acceptance and denial of enrollment requests.

### **FISCAL IMPACT:**

#### **NOT SIGNIFICANT**

## Assumptions:

- Tennessee Code Annotated § 49-2-128(f)(2) already authorizes nonresident students to be enrolled in an LEA after all other applications have been acted upon.
- Pursuant to Tenn. Code Ann. § 49-6-3003, tuition and fees may be charged to nonresident students.
- Any change in student enrollment as a result of this legislation is projected to be within the annual student enrollment range that fluctuates on an annual basis. Any local fiscal impact is estimated to be not significant.
- Funding for non-resident students who enroll in an LEA would be generated through the Tennessee Investment in Student Achievement (TISA) formula; therefore, additional students will not increase overall state or local expenditures.
- The proposed legislation establishes a right to a formal legal hearing before the local board of education for a non-resident student who is denied a transfer.
- It is unknown how many additional hearings may occur as a result of the proposed legislation. However, it is assumed that a local board of education will be able comply with the legislation and accommodate additional hearings within existing resources. Any fiscal impact is estimated to be not significant.

# **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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